Joint Effect of Supply Chain Process Integration Capabilities, Information Technology Infrastructure and Government Policy on Supply Chain Performance of Public Universities in Kenya

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Abstract

Although the individual effects of supply chain process integration capabilities, information technology infrastructure and government policy on performance have to some extent been researched on, the joint effect has not been subjected to research. The objective of the study was to establish the joint effect of supply chain process integration capabilities, information technology infrastructure and government policy on supply chain performance of public universities in Kenya. It was hypothesized that the joint effect of supply chain process integration capabilities, information technology infrastructure and government policy on supply chain performance of public universities in Kenya is different from their individual effects. The study was guided by the resource based view (RBV). The study adopted a descriptive survey design. A self-administered questionnaire was distributed to 31 public universities in Kenya with a target of 62 respondents one from procurement and one from the information communication technology departments respectively. The response rate was 81 per cent. Descriptive statistics, correlation and regression techniques were used to analyze the collected data. The results of the study indicate that there is a joint effect of supply chain process integration capabilities, information technology infrastructure and government policy on supply chain performance of public universities in Kenya of $R^2 = 0.688$, F = 34.586, at P< 0.05. The implication of the study is that policy makers and implementers have to formulate superior supply chain process integration capabilities, information technology infrastructure and government policy to achieve high levels of supply chain performance in public universities. This can build robust and agile end to end supply chains, policies, procedures, and practices for attainment of competitive advantages in operations.

Keywords: Supply chain process integration capabilities, information technology infrastructure, government policy, supply chain performance, public universities

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1. Introduction

The business environments and the structures of current markets are highly dependent on service sector. This service industry has increased quickly due to the economic globalization making the sectors contribution to economic growth increasingly obvious, this, notwithstanding importance of the service sector as a driving force of GDP in developed and developing countries alike. Supply chain management concept is still immature in literature compared to manufacturing sector (Liu et al., 2017). There is significant lack of understanding of the concept of supply chain and the implementation of its practices in addition to the lack of studies that focused on how to model, manage establish measurements indicators for performance of the same service chains. Service supply chain structures are moving from linear to network forms which complicate evaluation of the same supply chains performance due to the averse amount of information of selecting performance indicators Leończuk (2016).

Literature defines Supply Chain Integration (SCI) as the degree of integration of core processes across organizational boundaries through improved communication, partnerships, alliances and cooperation. It also includes the application of new technologies to improve information flows and coordinate the flow of physical goods between supply chain partners (Asgari, Hamid & Aleebrahim, 2017). Fawcett, Stanley, Stephen, Jones & Amydee, (2012) aver that some organizations are more successful in achieving external integration than internal integration while others suffer from external integration issues (Asgari, Hamid, Aleebrahim 2017).

Kenyan public universities, just like other institutions of higher learning elsewhere in the world, are implementing various information systems to facilitate their operations and to enhance institutional management given their abilities to standardize, streamline operations, and integrate operational processes (Nyandiere et al.,

2012). There seem to be significant differences in strengths and weaknesses among private and public universities in capabilities of systems they have implemented. The public universities are noted to have weaker systems that are incapable of allowing seamless flow of information within their organizations sub-units (Nyandiere et al, 2012). There is less uptake of technology in the public universities, and due to the highly manual systems and processes (Ye & Kankanhalli, 2013), there is less development of information technology infrastructure to support the process integration capabilities (Duffy, Jeyaraj, Farmer & Sethi, 2015).

Successful supply chains require integrated supply chain management approach. This management strategy is concerned with linkages and integration with other partners to enhance supply chain relationships developed with upstream suppliers and downstream partners through enhanced networks, knowledge transfer and communication channels with suppliers. For process integration to succeed there is need to achieve a fit or match between supply chain process integration and information technology infrastructure to support groundbreaking efforts that are critical to augment the competiveness and performance of an organization (Tolmay, 2017). Studies have provided evidence concerning the positive impacts of SCI on performance either through explicit or implicit consideration (Pierre, Richard, Devinney, Yip, & Gerry, 2015).

Resource Based View suggests that unique deployment patterns of unique resources and capabilities is the basis on which competitive advantage of a certain firm is built and can be a primary determination of superior performance. The resources and capabilities of an organization can be thought of as a platform from which the firm develops different products or services for several markets that enable the firm to develop a competitive advantage. This emphasis is on a firm's basic capability that includes coordination of different types of production knowledge, and the capability of integrating multiple technological flows (Rajapathirana & Hui, 2018). Previous studies have investigated the influence of SCPI, information technology infrastructure and government policy, as single variables on performance of organizations performance singly. These studies did not focus on the joint effect of the variables on supply chain performance. This study advanced a cohesive model to scrutinize the joint effect SCPI, information technology infrastructure and government policy, an more comprehensive association of the variables.

2. Literature Review

Resources are stocks of available factors owned or controlled by a firm while capabilities are the firm's capacity to deploy resources. Resource Based View (RBV) assumes that firm's bundles of resources are heterogeneously distributed across different firms (Matopoulos, Barros & Van der Vorst, 2015). They aver that RBV has since become one of the dominant contemporary approaches to the analysis of sustained competitive advantage. The argument is that no two companies are the same because they have had the same set of experiences, acquired the same assets and skills or developed the same cultures. This has led scholars to theorize that a firm achieves competitive advantage when the firms' resources are rare, valuable, or inimitable and non-substitutable (Chae, Olson, & Sheu, 2014). The focus is on how competitive advantage is generated, sustained over time within specific firms. RBV perceives that unique deployment patterns of unique resources and capabilities, as the basis on which competitive advantage of a certain firm is built and can be a primary determination of superior performance.

There is consensus in the management conversations on the role of firm resources and capabilities in explaining why firms differ in the creation and sustenance of competitive advantage (Matopoulos, Barros & Van der Vorst, 2015). They connote that resources are not valuable on their own but because they allow firms to develop and implement value-creating strategies that create advantages in particular markets. Resources and capabilities can be thought of as a platform from which the firm derives various products for various markets that enable the firm to develop competitive advantage. Chae, Olson, & Sheu, (2014) emphasizes a firm's basic competence which includes coordination of different types of production knowledge, and the competence of integrating multiple technological flows. This has led to scholars such as Chae, Olson, & Sheu (2014) to look for the uniqueness that an organization has that contributes to performance. Hence, issues like environment (market competition), internal factors, firm strategy, structure, system and people, competence and capabilities and assets size and financial capabilities have become the explanatory factors in explaining performance. Kamasak (2017) established that most RBV researchers choose to look within the enterprise and to the factor market conditions that the enterprise must contend with, to search for some possible causes of sustainable competitive advantages holding constant all external environmental factors.

Sanderson, Lonsdale, Mannion & Matharu (2015) argued that the bonding effect of relationship-specific investments based on RBV can be one of the most important determinants of buyer-supplier relationships. Duffy et al., (2015) pondered that each firm is characterized by its own unique collection of resources of core competencies. Veerendrakumar, Narasalagi., & Shivashankar, (2015) established that the source of competitive advantage is the creation and exploitation of distinctive capabilities that are difficult to creat and maintain, codify, make into recipes that are hard to copy, emulate, and cannot simply be bought off the shelf. Veerendrakumar, Narasalagi., & Shivashankar, (2015) further established that there are three basic distinctive capabilities; corporate architecture, innovation and reputation. Duffy et al., (2015) identified the following propositions on distinctive

capabilities; arm's length relationships that are associated with low asset specificity and low supplier competencies that can easily be bought off the shelf as there are many potential suppliers; internal contracts, which is an in-house provision associated with high asset specificity and core competencies; and partnership relationships that applies to assets of medium specificity and ascend in steps according to the distance of the complementary competencies as provided by external suppliers from the core competencies of a particular firm.

From the Resource-Based View, the focus of Supply Chain Management (SCM) research in recent years has shifted from the narrow operating efficiency considerations to the effective resources or capabilities development that emphasizes collaborative Research and Development (R&D) and innovation (Jiguang & Bing 2018). Collaborative R&D and innovation reflects the characteristics of win-win cooperation in SCM which contributes to maximizing their mutual interests that benefit the whole supply chain (Aschhoff, 2018). Greater supply chain collaboration has important strategic significance to the boundary-spanning of a supply chain because they need to utilize the resources and knowledge of their partners to enhance innovation capacity that could not be accomplished solely by them (Festel, De Nardo & Simmen, 2014). The systems are built upon the communication and trust mechanism and the benefit and risk sharing mechanism, This makes it possible for the collaborative R&D of the supply chain to be launched successfully in a format of a series of detailed arrangements, such as clear divisions of labor, intellectual and intangible property ownership, cost-sharing, and opportunism prevention. Huo, Han & Prajogo (2016) posit that RBV is relevant to the study of supply chain process integration and information technology infrastructure, because SCPI and IT are considered structure-related variables, as the internal process integration changes and defines the rules and routines that people need to follow. Hunt & Davis, (2012) suggested that external relationships have to be internalized and be considered as a part of organizational structure. Duffy, et al., (2015) aver that integration in essence is the structure realignment that focuses on optimal resource configuration. The RBV is relevant because the purpose of supply chain process integration is to enhance allocation of resources within and across firms. Resources are the key input factors in the RBV and acquiring a unique bundle of resources is critical to a firm's success. According to (Duffy et al., (2015) superior performance achieved in supply chain activities relative to competitors, would explain how these activities can be supported by supplier-customer relationship management can contribute to the supply chain core.

Academicians have focused their research on supply chain process integration by heavily relying on undimensional supply chain relationships by examining collaborative relationships between manufacturers and their customers (Chopra & Meindl, 2016). This finding established several flows across the supply chain in materials, information and finances (Lee, Chung, Lee, Gan, & Chou, 2016). The measurement of performance has been very complicated given that different methods have been used. Performance studies in relation to SCI can be classified into three groups (These are the relation between internal SCI and performance, between external SCI and performance or both types of SCI with regards to performance.

Many research articles have argued and provided evidence concerning the positive impacts of SCI on performance either through explicit or implicit consideration (Pierre, et al., 2015). Hefu, Ke, Wei & Hua (2016) investigated the impact of two different dimensions of supply chain integration on two aspects of firm performance in the emerging economy of China. In addition, the moderating effects of market orientation on the relationship between supplies chain integration and firm performance. This study determined that operational coordination is positively associated with operational performance and business performance. The results also provided empirical support for the moderating effects of market orientation on the association of supply chain integration and firm performance.

In a study Mikihisa & Oji (2017) explored how firms' can realize continuous supply chain process improvement. The study proposed success factors of routine activities in the supply chain process improvement. Eight Japanese manufacturers were selected for the case studies. The firms were selected based on their supply chain process operation capabilities. The findings were that planning of supply chain process improvement depends on the existing stages of the firm's Supply Chain Management reform. In addition, even firms with high scores for supply chain process operation capabilities do not have supply chain performance systems. Information flow integration enables linkages internally between business units, supplier and customer linkages (Lee et al., 2016).

Omneya & Rasha (2018) adduce that integration through efficient and effective flow of information eventually lead to better supply chain and individual firm's performance. Physical flow is the use of global optimization with supply chain partners to manage the materials and finished goods flow from source to ultimate consumer. Whenever there is integration between suppliers and their customers' internal processes, there is a reduction of costs and an improvement in product quality and general productivity of manufacturers through cost reduction, reliable deliveries, improved inventory and supplier management Physical flow integration contributes significantly to a firms performance and finally to the total supply chain members (Chul-hwan, 2018). Lee et al., (2016), posit that for workflow events to function well, it is imperative that the exchange of financial resources between a focal firm and its supply chain partners brings out financial flow integration.

The activities required to facilitate the flow of funds across the supply chain involves; invoicing of customers,

paying suppliers and internal transfers which improves cash conversion cycle or cash-to-cash cycle through reduced days-in-inventory, shortened days-in-receivables and prolonged days-in-payables. Financial flow integration is essential for effective and efficient management of supply chain performance (Alexander Walker & Naim, 2014). Tangpong, Michalisin, Traub, Melcher (2015) posit that the core behind SCM is the integration of internal processes with the suppliers and customers. Effective communication by use of internet, web-based systems enable inter-organizational communication which is considered as being frequent, genuine, and involves personal contacts between buying and selling personnel. This also involves inventory management, demand forecasting, customer and supplier relationship management (Yunus & Kurniawan (2015) share views in support of information sharing in the supply chain.

The First view involves information sharing throughout the supply chain which is a necessary tool for having an effective and competitive supply chain because it allows the coordination of material flow (Lee & Cho, 2014) and financial flow in the supply chain, which results in lower inventory costs across the chain and more efficient use of resources (Lee & Cho, 2014). Information sharing leads to improved forecasting, demand planning and replenishment, and results to higher sales, improved inventory management and better understanding of demand hence reducing the bullwhip effect (Caridi, Moretto, Perego, & Tumino 2014) Secondly, the benefits gained from information sharing is represented by determining what information to share and with whom is compared to the high costs associated with the information technology implementation and the issue of complexity.

Yunus & Kurniawan (2015) assert that joint solutions to material problems and design issues in supply chain partners must commit and be willing to share sensitive design information that can be achieved through engineer-to-engineer communication on design issues, in order to improve process capability, manufacturability, and performance without affecting profit margins. Jiguang & Bing, (2018) connote that there are two types of information; operational information that include information shared on a daily basis related to sales, logistics activities such as delivery schedules, inventory levels, production schedules and order status help to reduce cycle time, inventory levels and improve service levels, and strategic information. Collaboration and planning for future logistics practices is improved across the supply chains for long-term competitiveness through this type of information (Veerendrakumar, Narasalagi., & Shivashankar, 2015).

Jiguang & Bing, (2018) opine that an efficient and effective information sharing platform is considered a critical component of a supply chain design which contributes to a better partnership and integration. This platform should be designed to enable the whole supply chain to share essential market and operational information, improve productivity, and reduce transaction cost and time-to-market. (Jiguang & Bing (2018) aver that in a centralized information platform, partners of the supply chain will continuously update operational data required by the decision-making committee, monitor the critical situation as reflected by the updated data, and coordinate the daily operational schedule based on the information in the platform. Effective decision making is based on knowledge acquired and disseminated to diverse partners in the supply chain. Globally research has confirmed that converting knowledge resources into value requires a proper governance framework because knowledge is only valuable when it is put to proper use (Jiguang & Bing 2018).

The governance framework for information sharing platform facilitates operations, monitors critical information, triggers responses, and manages knowledge. The framework enables supply chain partners to optimize their operations with improved returns to benefit all the partners thus further consolidating partnerships and moving the supply chain in a positive direction. In the RBV perspective organizational resources and capabilities underlie and determine a firm's capacity for innovation. These knowledge resources provide the necessary inputs for the development and exploitation of a firm's innovation activities to enable the firm adapt to the rapidly changing environment and create competitive advantage (Matopoulos, Barros & Van der Vorst, 2015). The process of acquiring, storing of raw materials, components, and finished goods is referred to as material management (Qureshi, Iftikhar, Bhatti, Shams & Zaman, 2013). The physical distribution relates to activities such as order processing, inventory deployment, storage and handling, and transportation. Material management (MM) enables efficient flow of raw materials and finished goods across the different functional units in the organization. Material flow needs to be synchronized in a way that prevents build-ups and interruptions of inventory (Qureshi et al., 2013).

Firms implement several practices and initiatives for synchronizing the flow of material with their suppliers and customers. According to Gualandris, Klassenb, Vachonb, & Kalchschmidt (2015) firms that have a well-coordinated flow of material enable them to deliver products to end customers in a timely, efficient and effective way. Several actors define financial flows to include both the upstream and downstream actors in the supply chain (Silvestro & Lustrato, 2014). The downstream viewpoint of financial resources includes prices, invoices, and credit terms whereas the upstream resources include payments to suppliers and account payables (Lee et al., 2016). Financial flow was considered by some authors as a key element of the supply chain. The effective flow of financial resources between the focal firms and its suppliers and customers results in shorter cash-to-cash cycle by reducing days-in-inventory, shortening days-in-receivables and extending days-in-payables (Silvestro & Lustrato, 2014).

Researchers and practitioners have given much attention to the topic of information technology infrastructure. Information technology infrastructure is the extent to which a firm has established information technology capabilities for the consistent and high-velocity transfer and information sharing within and across the supply chain boundaries. Previous studies posit that information technology infrastructure comprises a group of shared, tangible information technology resources that enable present and future business applications (Turek, 2013).

In the current turbulent market environments, flexible information technology infrastructure can instantaneously deliver rapid results and support sustainable growth (Tiwari, Tiwari, and Samuel, 2015). Information technology infrastructure supports rapid data-driven innovation, knowledge-sharing, and relational coupling with supply chain partners and enables flexible processes often considered a primary goal of information technology application adoption, such as Enterprise Resource Planning (ERP) or Electronic Data Interchange (EDI). ICT impacts both internal process and external integration by increasing the flow of relevant information among process participants by shaping closer supplier and customer relationship. Based on a survey of 127 companies in China Peng, Quan, Zhang, and Dubinsky, (2016) empirically confirmed that a firm's capability to manage both internal and external business processes fully mediate the impact of information technology on performance.

According to Tina (2013) Johnson and Johnson Company faced new business pressures when large customers, such as Wal-Mart and K-mart, made new demands on the company basing on cost savings and just-in-time stock replenishment. The company's business and IT managers acted in partnership to develop a new set of information technology infrastructure capabilities that enabled the company to provide the necessary services for its large customers while reducing costs at Johnson and Johnson Company (Wagner and Bode, 2014). Charles Schwab focused on delivering customized information to its investors in a timely manner by using the company's information technology infrastructure and applications aligned with its business focus that had made Schwab became a full service beverage firm. Due to this, the firm was able to provide information and process transactions in meeting its business objectives.

Customers' were able to retrieve stock quotes and place orders via Schwab's Web site, which made the corporation to be an industry leader (Wagner and Bode, 2014). Tina, (2013) opines that the capability building processes and actions in firms tie information technology infrastructure capabilities with the development of customer management capability. Better information technology infrastructure capabilities enable firms to position their information technology assets and data and information services to capture information about customers as well as disseminate information to customers through the internet, virtual communities and personalized information channels (Deepak and Saji 2016). The perspective of an integrated information technology infrastructure enables consistent and real-time transfer of information between supply chain management related applications and functions that are distributed across partners. The integrated information technology infrastructures for supply chain management can be blended with inter-organizational processes to develop higher order capabilities for demand sensing, operations, workflow coordination, and global optimization of resources.

Information technology infrastructure capability offers the appropriate support for process by providing the reach and connectivity to design and manage processes that connect the firm with its customers. A high level of information technology infrastructure enables firms to design metrics and analytics to provide visibility into the real-time performance of various processes. The integration between the various processes and advance warnings about performance degradation in processes and finally a high level of information technology infrastructure capability enables faster and more responsive redesign and reconfiguration of processes to enable responses to changes in business conditions (Tiwari, Tiwari, and Samuel, 2015).

Information technology can be used as a tool for addressing challenges in handling diverse data and information (Tina, 2013). In developing economies like Kenya adoption of ICT can be an efficient way to remove barriers that hinder economic development. Literature illustrate that ICT has a major role in public management reform since it enhances the quality of public service and at the same time reduce time and cost of transactions. According to Ali and Sassi, (2016) e-government in public institutions helps in reducing corruption levels and realization of Millennium Development Goals (MDGs). From a purely economic point of view ICT adoption helps improve public productivity and efficiency together with good governance. Ali and Sassi (2016) argue that e-government can enhance service delivery.

Internal integration involves cross functional teams that may bring together a carefully selected array of specialists who share information and make product, process, and manufacturing decisions, jointly and simultaneously (Otchere Annan, and Anin, 2013). Internal integration is defined as a process of inter-functional interaction, collaboration, coordination, communication and cooperation that bring functional areas together into a cohesive organization (Wagner and Bode, 2014). Organizations with a low internal integration strategy will achieve low level of external integration and organizations implementing the full internal integration strategy will have the highest levels of external integration (Otchere Annan, and Anin, 2013). External supply chain integration reveals two major areas of emphasis: Customer Integration (CI) and Supply Integration (SI). Supplier and Customer integration interactions ensure an effective flow of products and services to customers.

(Wagner and Bode, 2014). CI involves sharing demand information, help the manufacturer to understanding better the customer needs and to forecast better customer demand, as well as collaborative involvement of customers with respect to product design, provision of better quality products at lower cost and more flexibility in responding to customer demand (Tiwari et al., 2015).

The public universities in Kenya are incorporated through an Act of Parliament under the Universities Act, 2012 for governance and accreditation of universities. Universities in Kenya are regulated by the Commission for University Education (CUE) which is a sole regulatory which is the successor of the Commission of Higher Education that was established in 1986 by an Act of Parliament, University Act, CAP 210B. According to the Commission for University Education (CUE), 2017, Kenya has 31 accredited public universities. The public universities generate broader economic growth in terms of creation of employment opportunities, creation of innovation and diversification of the income generating paradigms through research. Universities being public entities usually get funds from government grants, donations, bursaries, students' fees and tuitions payments hence without an effective supply chain practice would lead to poor financial and operational performance.

Supply chain activities in the public universities continue to evolve both conceptually and organizational in order to enhance their performance (Lufunyo, 2013). According to Fourie and Poggenpoel (2017) performance is a contemporary issue that applies to all organizations both private and public and profit and non-profit organization and in order to be more effective and efficient in an ever-changing environment, the public universities have to reform. Supply chain performance is defined as the ability of the supply chain to deliver the right product to the correct location at the appropriate time at the lowest cost of logistics (Gunasekaran, Subramanianand Rahman 2015). The qualitative measures are customer satisfaction, flexibility, information and material flow integration, effective risk management, and supplier performance. Most studies agree that this is because of the lack of agreement on its levels and components (Zhang and Huo, 2013). There is emphasis on efficiency, transparency, accountability in university processes and operations in order to enhance organizational flexibility and excellence. There are indications that supply chain integration would add value to the operations hence promoting high organizational performance in public universities (Singh, Sohani, Marmat, 2013).

3. Methodology

This study adopted a positivism approach. Positivism involves theory testing and the key argument of positivist orientation is that the world exists externally, and that its properties should be measured through objective methods, rather than being inferred subjectively through sensation, replication or instinct (Hyett, Kenny, and Dickson-Swift, 2014). Positivists argue that true knowledge is scientific in character and describes interrelationships between real and observable phenomenon. Positivist orientation is related to the quantitative approach, a research strategy or general orientation to conduct research (Rahman, 2017). The study adopted descriptive survey design and a census of all 31 public universities in Kenya to collect relevant data which was used to determine the correlation between the variables of the study.

The target population consisted of heads of procurement and Information Communication Technology departments totaling to 62 respondents form all the public universities in Kenya. The census approach was justified since according to Saunders, Lewis and Thornhill, (2016), data gathered using census contributes towards gathering of unbiased data representing all individuals' opinions in the study population on a study problem.

A structured questionnaire was self-administered in the process of collecting data. A pilot, validity and reliability study was done. Instrument validation was achieved through validity and reliability measures. A pretest was done, on the basis of the pre-test response, the instrument was adjusted appropriately. Validity which indicates whether the instrument is testing what it should was done through examination of content to determine whether it covered a representative sample of the measurement items. Validity was assessed using expert opinion and informed judgment (Gujarati, Porter and Gunasekar, 2013).

The Cronbach Alpha was calculated to test for reliability. The Cronbach's Alpha coefficient was used to measure the internal consistency of measurement scales. This is a scale measurement tool, which is commonly used in social sciences to establish the internal consistency of items or factors within and among variables of study. Saunders, Lewis, and Thornhill, 2016) argues that an alpha coefficient of .700 or above is an acceptable measure. Information technology infrastructure had a Cronbach Alpha coefficient of .941 and supply chain performance of public universities had .934 this indicated that the data collected using the above mentioned instruments was reliable for analysis.

The multiple linear regression model used was;

 $Y = \alpha + \beta_1 X_1 + \beta_2 X_2 + \beta_3 X_3 + \varepsilon$

Y= Supply chain performance of public universities

 α = constant (intercept)

 X_1 = supply chain process integration capabilities

X₂₋₌ information technology infrastructure

$X_{3=}$ government policy $\beta_1, \beta_2, \beta_3$ are the coefficients ϵ -is the error term

4. Results and Discussions

The study used both descriptive and inferential statistics for data analysis. Regression analysis was used to establish the relationship between the variables and to test the hypothesized relationship. The value of coefficient of determination R^2 shows the degree or amount of variation in the dependent variable attributed to the predictor variable. The Beta values show the amount of change in the dependent variable attributable to the amount of change in the predictor variable, and the F ratio measures the model fit, or simply it is a measure of how well the equation line developed fits with observed data. The statistical significance of each hypothesized relationship was interpreted based on R^2 , F, t, β and p values.

Table 1: Regression Results of the Individual Effect of Supply Chain Process Integration Capabilities, Information Technology Infrastructure and Government policy on Overall Supply Chain Performance

Model	R	R Square	Adjusted Square	R Std. Error of the Estimate
1 supply chain process integration capabilities	.585ª	.342	.340	.38402
2 Information technology infrastructure	.523ª	.274	.272	.58386
3 Government policy	.580ª	.336	.335	.55811
4 Joint- supply chain process integration capabilities Information technology infrastructure, Government policy	, .830	.688	.668	.39410

(a) ANOVA					
Model		Sum of Squares Df	Mean Square F		Sig.
1 Supply chain process integration capabilities	Regression	37.526 1	37.526 25	54.469	.000ª
	Residual	72.260 49	.147		
	Total	109.786 50			
2 Information technology infrastructure	Regression	47.032 1	47.032 13	37.967	.000 ^b
	Residual	124.768 49	.341		
	Total	171.800 50			
3 Government policy	Regression	57.795 1	57.795 18	35.546	.000 ^b
	Residual	114.005 49	.311		
	Total	171.800 50			
4 Joint- supply chain process integration capabilities, Information technology infrastructure, Government policy	Regression	116.116 3	5.372 34	1.586	.000
	Residual	107.300 47	.155		
	Total	223.416 50			

Model	011014	ndardized fficients	Standardized Coefficients	t	Sig.
	В	Std. Error	Beta	-	
1 Constant)	1.335	.108		12.333	.000
upply chain process integration capabilities	.473	.030	.585	15.952	.000
2 Constant	1.109	.170		6.522	.000
Information technology infrastructure	.686	.058	.523	11.746	.000
3 Constant	1.614	.111		14.536	.000
Government policy	.561	.041	.580	13.622	.000
(Constant)	1.656	.596	-2.778 .008		.008
⁴ Joint- supply chain process integration capabilities, Information technology infrastructure	.741	.188	.383 3.933 .000	.700	0.0429
Information technology infrastructure Government policy					

a. Dependent Variable: Supply Chain Performance

b. Predictors: (Constant), Supply Chain Process Integration Capabilities, Information Technology Infrastructure, Government Policy

The regression results presented in Table 1 show that the influence of supply chain process integration capabilities on supply chain performance was significant ($R^2=0.342$, F=254.46, P<0.05) implying that supply chain process integration capabilities explains 34.2% of variation in supply chain performance while the other 65.8% is explained by other factors not considered in this study.

The regression of supply chain process integration capabilities on supply chain performance is significant with (P < 0.05) and F ratio (254.46). The co-efficient β is also significant ($\beta = 0.473$, t = 15.952, P < 0.05) suggesting that when supply chain process integration capabilities change by one per cent, it leads to a 47.3% change in supply chain performance. Further information technology infrastructure also showed significant influence on supply chain performance (R²=0.274, F=137.97, P<0.05) and strategy (R²=0.336, F=185.546, P<0.05). This implies that both information technology infrastructure and government policy are significant in explaining supply chain performance. The test for joint effects was performed through a separate analysis to establish the combined influence of supply chain process integration capabilities, information technology infrastructure and government policy on supply chain performance.

The regression results in table 1 show that the joint influence of supply chain process integration capabilities, information technology infrastructure and government policy on supply chain performance was significant ($R^2 = 0.688$, F= 34.586, P< 0.05). The results suggest that jointly, supply chain process integration capabilities, information technology infrastructure and government policy explain (68.8%) of variation in supply chain performance, while the remaining 31.2% is explained by other factors not considered in the study. The F ratio shows that the regression of supply chain performance is statistically significant at (P < 0.05). It is clear from the value of ($R^2 = .668$) and F ratio that the regression model was fit for use in the analysis.

The joint effect was significant ($R^2 = 0.688$, F = 34.586, P < 0.05). In view of this finding, the hypothesis that there is a joint effect of supply chain process integration capabilities, information technology infrastructure and government policy on supply chain performance of public universities in Kenya was supported. This is consistent with Deepak & Saji (2016) who argue that the implementation of the ERP system has a positive effect on organizational performance and Affes, (2016) in his study on determinants of the implementation of ERP on the performance of the firms in Tunisia.

5. Conclusion and Recommendation

The study sought to determine the joint effect of supply chain process integration capabilities, information technology infrastructure, and government policy on supply chain performance of public universities in Kenya. The results indicate that there is a joint effect of supply chain performance of public universities in Kenya. In view of this finding, the hypothesis that there is a joint effect of supply chain performance of public universities, information technology infrastructure and government policy on supply chain performance of public universities in Kenya. In view of this finding, the hypothesis that there is a joint effect of supply chain performance of public universities, information technology infrastructure and government policy on supply chain performance of public universities was supported.

The implication of the study is that policy makers and implementers have to formulate superior supply chain process integration capabilities, information technology infrastructure and government policy to achieve high levels of supply chain performance in public universities. This can help in building robust and agile end to end supply chain systems, policies, procedures, guidelines and practices for the attainment of competitive advantages in operations.

The study has contributed to the existing body of knowledge in the area of supply chain management with emphasis on the role of supply chain process integration capabilities, information technology infrastructure and government policy with a bearing on supply chain management integrative practices in public universities.

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